

**ST. MARY COUNCIL ON AGING, INC.**  
**Franklin, Louisiana**

**Financial Report**

**Year Ended June 30, 2002**

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## INDEPENDENT AUDITOR'S REPORT

The Board of Directors  
St. Mary Council on Aging, Inc.  
Franklin, Louisiana

We have audited the accompanying general purpose financial statements of the St. Mary Council on Aging, Inc., as of and for the year ended June 30, 2002. These general purpose financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the St. Mary Council on Aging, Inc., as of June 30, 2002, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated July 23, 2002, on our consideration of the St. Mary Council on Aging, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

American Institute of  
Certified Public Accountants

Society of Louisiana  
Certified Public Accountants

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the St. Mary Council on Aging, Inc. taken as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the St. Mary Council on Aging, Inc. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

*Darnall, Sikes & Frederick*

A Corporation of Certified Public Accountants

Lafayette, Louisiana

July 23, 2002

**GENERAL PURPOSE FINANCIAL STATEMENTS  
(COMBINED STATEMENTS - OVERVIEW)**

ST. MARY COUNCIL ON AGING, INC.

Combined Balance Sheet - All Fund Types and Account Groups  
June 30, 2002

	Fund Types		Account Groups		Total (Memorandum Only)
	General	Special Revenue	General Fixed Assets	General Long-term Debt	
ASSETS					
Cash	\$ 65,881	\$ 5,447	\$ -	\$ -	\$ 71,328
Investments	142,565	-	-	-	142,565
Accounts receivable	27,704	-	-	-	27,704
Other receivables	174	-	-	-	174
Prepaid expenditures	3,635	-	-	-	3,635
Fixed assets	-	-	109,013	-	109,013
Amount to be provided for retirement of general long-term debt	-	-	-	12,871	12,871
Total assets	<u>\$ 239,959</u>	<u>\$ 5,447</u>	<u>\$ 109,013</u>	<u>\$ 12,871</u>	<u>\$ 367,290</u>
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accrued liabilities	\$ 1,895	\$ -	\$ -	\$ -	\$ 1,895
Long-term debt - Accumulated unpaid vacation	-	-	-	12,871	12,871
Total liabilities	<u>1,895</u>	<u>-</u>	<u>-</u>	<u>12,871</u>	<u>14,766</u>
Fund Equity:					
Investment in fixed assets	-	-	109,013	-	109,013
Fund balances -					
Unreserved - undesignated	215,071	-	-	-	215,071
Reserved for future expenditures	22,993	5,447	-	-	28,440
Total fund balances	<u>238,064</u>	<u>5,447</u>	<u>-</u>	<u>-</u>	<u>243,511</u>
Total fund equity	<u>238,064</u>	<u>5,447</u>	<u>109,013</u>	<u>-</u>	<u>352,524</u>
Total liabilities and fund equity	<u>\$ 239,959</u>	<u>\$ 5,447</u>	<u>\$ 109,013</u>	<u>\$ 12,871</u>	<u>\$ 367,290</u>

The accompanying notes are an integral part of this statement.

ST. MARY COUNCIL ON AGING, INC.

Combined Statement of Revenues, Expenditures, and  
Changes in Fund Balances - All Governmental Fund Types  
Year Ended June 30, 2002

	General	Special Revenue	Total (Memorandum Only)
Revenues:			
Intergovernmental	\$ 82,756	\$ 214,568	\$ 297,324
Program	132	71,782	71,914
Local and miscellaneous	<u>88,487</u>	<u>49,979</u>	<u>138,466</u>
Total revenues	<u>171,375</u>	<u>336,329</u>	<u>507,704</u>
Expenditures:			
Current -			
Salaries	53,088	288,950	342,038
Fringe	4,387	35,896	40,283
Travel	294	23,383	23,677
Operating services	17,465	53,751	71,216
Operating supplies	973	9,806	10,779
Other costs	<u>1,575</u>	<u>7,851</u>	<u>9,426</u>
Total expenditures	<u>77,782</u>	<u>419,637</u>	<u>497,419</u>
Excess (deficiency) of revenues over expenditures	<u>93,593</u>	<u>(83,308)</u>	<u>10,285</u>
Other financing sources (uses):			
Operating transfers in	15,609	197,394	213,003
Operating transfers out	<u>(95,604)</u>	<u>(117,399)</u>	<u>(213,003)</u>
Total other financing sources (uses)	<u>(79,995)</u>	<u>79,995</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	13,598	(3,313)	10,285
Fund balances, beginning of year	<u>224,466</u>	<u>8,760</u>	<u>233,226</u>
Fund balances, end of year	<u>\$ 238,064</u>	<u>\$ 5,447</u>	<u>\$ 243,511</u>

The accompanying notes are an integral part of this statement.

ST. MARY COUNCIL ON AGING, INC.

Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - Budget (GAAP Basis) and Actual - All Governmental Fund Types  
Year Ended June 30, 2002

	General Fund		Variance -
	Budgeted	Actual	Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 80,779	\$ 82,756	\$ 1,977
Program	84	132	48
Local and miscellaneous	<u>85,221</u>	<u>88,487</u>	<u>3,266</u>
Total revenues	<u>166,084</u>	<u>171,375</u>	<u>5,291</u>
Expenditures:			
Current -			
Salaries	52,121	53,088	(967)
Fringe	4,415	4,387	28
Travel	294	294	-
Operating services	18,914	17,465	1,449
Operating supplies	973	973	-
Other costs	<u>2,043</u>	<u>1,575</u>	<u>468</u>
Total expenditures	<u>78,760</u>	<u>77,782</u>	<u>978</u>
Excess (deficiency) of revenues over expenditures	<u>87,324</u>	<u>93,593</u>	<u>6,269</u>
Other financing sources (uses):			
Operating transfers in	-	15,609	15,609
Operating transfers out	<u>(95,604)</u>	<u>(95,604)</u>	<u>-</u>
Total other financing sources (uses)	<u>(95,604)</u>	<u>(79,995)</u>	<u>15,609</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(8,280)	13,598	21,878
Fund balances, beginning of year	<u>224,466</u>	<u>224,466</u>	<u>-</u>
Fund balances, end of year	<u>\$ 216,186</u>	<u>\$ 238,064</u>	<u>\$ 21,878</u>



Special Revenue Funds		
Budgeted	Actual	Variance - Favorable (Unfavorable)
\$ 197,608	\$ 214,568	\$ 16,960
63,818	71,782	7,964
-	5,340	5,340
<u>261,426</u>	<u>291,690</u>	<u>30,264</u>
288,008	288,950	(942)
37,950	35,896	2,054
23,500	23,383	117
53,801	53,751	50
12,000	9,806	2,194
7,945	7,851	94
<u>423,204</u>	<u>419,637</u>	<u>3,567</u>
<u>(161,778)</u>	<u>(127,947)</u>	<u>33,831</u>
198,364	197,394	(970)
<u>(36,586)</u>	<u>(69,447)</u>	<u>(32,861)</u>
<u>161,778</u>	<u>127,947</u>	<u>(33,831)</u>
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

## ST. MARY COUNCIL ON AGING, INC.

### Notes to Financial Statements

#### NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### Financial Reporting Entity

Act 456 of 1964 authorized the charter of voluntary councils on aging for the welfare of the aging people in their respective parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. Each council is a non-profit, quasi-public corporation which must comply with policies and regulations established by the Governor's Office of Elderly Affairs, the state agency which provides the council with most of its revenue. The council also receives revenue from other federal, state, and local government agencies which may impose some additional requirements.

The primary function of the St. Mary Council on Aging (Council) is to improve the quality of life for the parish's elderly and to provide services to the elderly as well as coordinate and monitor the services of other local agencies serving the aging people of the parish. Some of the services provided by the Council include congregate and home delivered meals, nutritional education, information and referral services, legal assistance, homemaker services, discount services, material aid, outreach, operating senior centers, and transportation. A Board of Directors, consisting of 11 voluntary members who serve three-year terms, governs the Council.

The Council is not a component unit of another primary government nor does it have any component units which are related to it. Therefore, the Council has presented its financial statements as a separate special-purpose government.

This report includes all funds and account groups which are controlled by or dependent on the St. Mary Council on Aging, Inc. Control by or dependence on the Council was determined on the basis of budget adoption, appointment of governing body, and other general oversight responsibility.

##### Presentation of Statements

In April 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate accounting principles generally accepted in the United States of America and reporting standards with respect to activities and transactions of state and local governmental entities. In November of 1984, the GASB issued a codification of Governmental Accounting and Financial Reporting Standards. This codification and subsequent GASB pronouncements are recognized as accounting principles generally accepted in the United States of America for state and local governments.

The accompanying financial statements conform to accounting principles generally accepted in the United States of America for state and local governments. These statements have also incorporated any applicable requirements set forth by Audits of State and Local Governmental Units, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI - Annual Financial Reporting, accounting manual for Governor's Office of Elderly Affairs contractors; and, the Louisiana Governmental Audit Guide.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Accounting

The Council uses funds and account groups to report its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain functions or activities.

The accounts of the Council are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into two generic fund types and two broad fund categories (account groups).

Governmental Fund Types

Governmental funds are used to account for all or most of the Council's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition of fixed assets, and the servicing of general long-term debt.

The governmental funds and the programs comprising them as presented in the financial statements are described as follows:

General Fund

The General Fund is the general operating fund of the Council. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the source (federal, state or local) from which they are derived.

The following programs comprise the Council's General Fund:

Other Local

Revenues, such as, (1) donations from the general public, (2) income from various fundraisers, and (3) interest income earned on idle funds which have been invested, have been recorded in the "other local" program of the General Fund. Expenses incurred which are not chargeable to specific programs are recorded as "other local" program expenditures. Also, expenses incurred to produce related program service fees and fundraising income are charged as "other local" program expenditures. "Other local" funds are also used as transfers to special revenue funds to supplement those programs. In addition, fixed asset additions are generally paid with "other local" funds.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Types (continued)

General Fund (continued)

PCOA (Act 735)

PCOA (Act 735) funds are appropriated for the Governor's Office of Elderly Affairs by the Louisiana Legislature for remittance to the Council on Aging. The Council may use the "Act 735" funds at its discretion provided the program is benefiting people who are at least 60 years old.

Medicaid

This is a program where the Council completes enrollment applications for people wanting to apply for Medicaid services. The Council is paid \$14 per application it completes by the Department of Health and Hospitals (DHH). Any funds remaining after applying direct costs to operate this program are available for discretionary use by management.

The Council also acts as a coordinator of services for people who are home-bound and in need of services similar to those provided in a nursing home. Rather than have the person sent to a nursing home, the Council coordinates necessary services and is paid a fee by Medicaid for performing the personal care attendant function.

Respite

The Respite program is a program sponsored by the Council to provide intermittent assistance to families having the responsibility of caring for an older impaired person who cannot be left alone. Through the program, the Council will provide a trained home care worker to come to the applicant's home for periods of three to eight hours to provide relief for the family. The Council charges \$4 per hour for the service. The program is funded through local funds and program revenues.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments and major capital projects) that are legally restricted to expenditures for specified purposes.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Types (continued)

Special Revenue Funds (continued)

The following are the funds which comprise the Council's Special Revenue Funds:

Title III-B Supportive Services Fund

Title III-B funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs which "passes through" the funds to the Council. This program is used to account for funds which are to provide a variety of social services; such as, information and assistance, access services, in-home services, community services, legal assistance, and outreach for people age 60 and older.

Title III C-1 Congregate Meals Fund

Title III C-1 funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which "passes through" the funds to the Council. This fund is used to account for funds which are used to provide nutritional, congregate meals to the elderly in strategically located centers. During the fiscal year July 1, 2001 to June 30, 2002, the Council served about 14,710 congregate meals.

Title III C-2 Home Delivered Meals Fund

Title III C-2 funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which "passes through" the funds to the Council. This fund is used to account for funds which are used to provide nutritional, home delivered meals to homebound older persons. During the fiscal year July 1, 2001 to June 30, 2002, the Council served about 61,108 home-delivered meals.

Title III-D Fund

The Title III-D Fund is used to account for funds used for disease prevention and health promotion activities or services, such as; (1) equipment and materials (scales to weigh people, educational materials, and exercise equipment), (2) home injury control, (3) medication management, (4) mental health, and (5) nutrition (assessment/screening, counseling, and education). The law directs the state agency administering this program to "give priority to areas of the state which are medically underserved and in which there are a large number of older individuals who have the greatest economic and social need."

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Types (continued)

Special Revenue Funds (continued)

Title III-D Fund (continued)

Title III-D funds are provided by the U.S. Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council.

Title III-E Fund

Title III-E funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, which "passes-through" the funds of the Council. The fund is used to account for funds used to provide services, such as; (1) information to caregivers about available services, (2) assistance to caregivers in gaining access to the services, (3) individual counseling, (4) organizational support groups, (5) caregiver training to caregivers in making decisions and solving problems relating to their caregiving roles, (6) respite care to enable caregivers to be temporarily relieved from their caregiving responsibilities, and (7) supplemental services, on a limited basis, to complement the care provided by caregivers.

United Way Fund

This fund reports assistance received from the community's regular United Appeals Activity. The funds are received upon application to the United Way Agency and are subject to monitoring by that Agency.

Senior Center Fund

The Senior Center Fund is used to account for the administration of Senior Center program funds appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council. This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The Council operates two senior centers in St. Mary Parish, Louisiana.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund Types (continued)

Special Revenue Funds (continued)

Title III-B Ombudsman Fund

The Ombudsman Fund is used to account for funds used to provide people age 60 and older residing in long-term care facilities a representative to ensure that such residents' rights are upheld, to resolve complaints by residents with the management of the long-term care facility, and to promote quality care at the facility. Ombudsman funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council.

Supplemental Senior Center Fund

The Supplemental Senior Center Fund is used to account for funds provided by the Louisiana Legislature to the Governor's Office of Elderly Affairs, which "passes through" the funds to the Council. The funds are used to supplement the other programs operated by the Council.

Account Groups

An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The following two account groups are not "funds."

General Fixed Assets

The fixed assets (capital outlays) used in governmental fund type operations of the St. Mary Council on Aging, Inc. are accounted for (capitalized) in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased.

General Long-Term Debt

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. Long-term debt is recognized as a liability of a governmental fund when due. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the General Long-Term Debt Account Group.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds, including the General and Special Revenue Funds, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Governmental funds are maintained on the modified accrual basis of accounting wherein revenues are recognized in the accounting period in which they become susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Council considers all revenues available if they are collected within 60 days after year-end. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable, except for principal and interest on long-term debt which are recorded when due.

Transfers and Interfund Loans

Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables and payables.

Budget Policy

The Council follows these procedures in establishing the budgetary data reflected in these financial statements.

The Governor's Office of Elderly Affairs "GOEA" notifies the Council each year as to the funding levels for each program's grant award.

The Council may also obtain grants from agencies other than the GOEA and the Council considers the potential revenues to be earned under those grants.

Projections are made of revenues from other sources based on past trends and data available to form expectations of future revenues.

The Executive Director prepares a proposed budget based on the expected funding levels and then submits the budget to the Board of Directors for approval.



ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budget Policy (continued)

The Board of Directors reviews and adopts the budget before May 31 of the current year for the next year.

The adopted budget is forwarded to the Cajun Area Agency on Aging, Inc. for final approval.

All budgetary appropriations lapse at the end of each fiscal year (June 30). Occasionally, the Council will receive a special project grant which may operate on a period different from the Council's normal fiscal year, and therefore, have a specified date where the budgetary appropriations will lapse.

The budget is prepared on the modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.

Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments.

Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device. The Council may transfer funds between line items as often as required but must obtain prior approval from the Cajun Area Agency on Aging, Inc. for funds received under grants from this state agency. As a part of this grant award, Cajun Area Agency on Aging, Inc. requires the Council to amend its budget in cases where actual costs for a particular cost category exceeded the budgeted amount by more than ten percent. Otherwise, the excess costs could be labeled as unauthorized expenditures.

The Council is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some General Fund and Special Revenue Fund activities are not budgeted, particularly if they are deemed to be immaterial by management.

Total Columns on Combined Statements - Overview

Total columns on the combined statements - overview are captioned "Memorandum Only" to indicate that they are presented only to help with financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with accounting principles generally accepted in the United States of America. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fixed Assets

Assets which cost at least \$1,000 and which have an estimated useful life of greater than one year are capitalized as fixed assets. All fixed assets are stated at historical cost or estimated historical cost, if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date donated. No depreciation has been provided on general fixed assets.

Compensated Absences

The Council's policy allows full-time and part-time employees to carry forward 20 days of unused sick leave and 5 days of annual leave beyond the fiscal year end. Employees earn 5 days of sick leave per year. Annual leave is earned by employees based on length of service. Upon separation of service, the employee will be paid for accrued annual leave for the current contract year. An employee will receive no compensation for unused sick leave upon separation from employment. The liability for accumulated annual leave has been recorded in the General Long-Term Debt account group.

Related Party Transactions

There were no related party transactions noted during the fiscal year.

Restricted Assets

Restricted assets represent assets which have been primarily acquired through donations whereby the donor has placed a restriction on how the donation can be used by the Council (i.e., utility assistance funds). Restricted assets are offset by a corresponding reservation of the Council's fund balance.

Reservation and Designations of Fund Balances

The Council "reserves" portions of its fund balance that are not available for expenditure because resources have already been expended (but not consumed), or a legal restriction has been placed on certain assets which make them only available to meet future obligations.

Designated allocations of fund balances result when the Council's management intends to expend certain resources in a designated manner.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Prepaid Expenditures

The Council has elected not to expense amounts paid for future services until those services are consumed to comply with the cost reimbursement terms of its grant agreements. The fund balances in the governmental fund types have been reserved for any prepaid expenditures recorded in these funds to reflect the amount of fund balance not currently available for expenditure.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

NOTE 2 REVENUE RECOGNITION – INTERGOVERNMENTAL, PROGRAM SERVICE FEES, PUBLIC SUPPORT, AND MISCELLANEOUS REVENUES

Intergovernmental

Intergovernmental revenues are recorded in governmental funds as revenues in the accounting period when they become susceptible to accrual, that is, measurable and available (modified accrual basis). Intergovernmental grants do not allow the Council to recognize revenue under the grant award until actual costs are incurred or units of service are provided.

Program Service Fees

Program service fees are recognized when the Council provides the service that entitles the Council to charge the recipient for the services received. The Council encourages and receives contributions from clients to help offset the costs of the Title III-B, C-1, C-2, and D programs.

Public Support and Miscellaneous Revenues

Utility assistance funds are provided from public donations via utility company programs. In addition, various fund-raisers are held during the year to obtain funds to offset costs of general operations and senior activities. The timing and amounts of the receipts of public support and miscellaneous revenues are difficult to predict; therefore, they are not susceptible to accrual and are recorded as revenue in the period received.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 3 CASH AND INTEREST-BEARING DEPOSITS

The Council maintains a consolidated bank account to deposit the money it collects and to pay its bills. The consolidated bank account is available for use by all funds. The purpose of this consolidated account is to reduce administration costs and facilitate cash management. The consolidated account also allows those funds with available cash balances to cover any negative cash balances in other funds at year-end. At June 30, 2002, the balance of the Council's bank accounts were \$50,125. The Council also maintains an interest-bearing checking account with a national securities brokerage firm having an office located in St. Mary Parish. At June 30, 2002, the balance of this account was \$21,203.

Deposit balances (bank balances) at June 30, 2002, totaled \$88,546 and are secured as follows:

Bank balance	\$ 88,546
Federal deposit insurance	<u>88,546</u>
Unsecured deposits at June 30, 2002	<u>\$ -</u>

GASB Statement 3 categorizes the credit risk of the federally insured portion of the deposits as Category 1 because they are fully insured. The unsecured portion of the deposits is categorized by GASB Statement 3 as Category 3. Category 3 included uninsured and uncollateralized deposits.

NOTE 4 INVESTMENTS

State statutes authorize the Council to invest temporarily idle monies in the following:

1. United States Treasury Bonds,
2. United States Treasury Notes,
3. United States Treasury Bills,
4. Obligations of U.S. Government Agencies, including such instruments as Federal Home Loan Bank Bonds, Government National Mortgage Association bonds, or a variety of "Federal Farm Credit" bonds,
5. Fully collateralized certificates of deposit issued by qualified commercial banks and savings and loan associations located within the State of Louisiana,
6. Fully collateralized repurchase agreements,
7. Fully collateralized interest-bearing checking accounts, and
8. Mutual or Trust Fund institutions which are registered with the Securities and Exchange Commission under the Security Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States Government or its agencies.

# ST. MARY COUNCIL ON AGING, INC.

## Notes to Financial Statements

### NOTE 4 INVESTMENTS (CONTINUED)

At June 30, 2002, investments consisted of the following:

<u>Type of Investment</u>	<u>Amount</u>	<u>Rate</u>	<u>Maturity</u>
Whitney National Bank:			
Certificate of deposit	\$ 20,565	1.69%	September 28, 2002
Edward D. Jones:			
Certificate of deposit	35,000	2.70%	May 29, 2003
Certificate of deposit	87,000	3.00%	December 30, 2002
Total investments	<u>\$ 142,565</u>		

All of the above deposits were covered by federal depository insurance (Category 1).

The above investments have been recorded at cost, which approximates market value. Management intends to hold all investments until their maturity, thus, no entry has been made on the books to reflect any increases or decreases in market value at year-end.

The Council's primary purpose for investing is to earn interest income on money that has been determined to be in excess of immediate cash needs.

### NOTE 5 ACCOUNTS RECEIVABLE

Accounts receivable as of June 30, 2002:

Department of Health and Hospitals	\$ 15,244
Department of Health and Human Services	<u>12,460</u>
	<u>\$ 27,704</u>

### NOTE 6 CHANGES IN GENERAL FIXED ASSETS

	<u>Balance July 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2002</u>
Furnitures and fixtures	\$ 23,285	\$ -	\$ -	\$ 23,285
Vehicles	85,728	-	-	85,728
Total general fixed assets	<u>\$ 109,013</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,013</u>

### NOTE 7 BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for out-of-town travel expenses incurred in accordance with the Council's regular personnel policy.

# ST. MARY COUNCIL ON AGING, INC.

## Notes to Financial Statements

### NOTE 8 INCOME TAX STATUS

The Council, a non-profit corporation, is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986 and as an organization that is not a private foundation as defined in Section 509(a) of the Code. It is also exempt from Louisiana income tax.

### NOTE 9 CHANGES IN LONG-TERM DEBT

Long-term liabilities that will be financed from governmental funds are accounted for in the general long-term debt group of accounts. The following is a summary of changes in the general long-term debt account group.

	Balance July 1, 2001	Principal		Balance June 30, 2002
		Additions	Deletions	
Accrued annual leave	<u>\$ 11,784</u>	<u>\$ 1,087</u>	<u>\$ -</u>	<u>\$ 12,871</u>

Accrued annual leave is expected to be paid during the next fiscal year.

### NOTE 10 JUDGMENTS, CLAIMS, AND SIMILAR CONTINGENCIES

There is no litigation pending against the Council at June 30, 2002. Furthermore, the Council's management believes that any potential lawsuits would be adequately covered by insurance.

### NOTE 11 FEDERAL AWARD PROGRAMS

The Council receives revenues from various Federal and State grant programs which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies.

Any settlements or expenses arising out of a final review are recognized in the period in which agreed upon by the agency and the Council. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the Council's financial position.

### NOTE 12 ECONOMIC DEPENDENCY

The Council receives the majority of its revenue from funds provided through grants administered by the Louisiana Governor's Office of Elderly Affairs. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Council receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Council will receive in the next fiscal year.

ST. MARY COUNCIL ON AGING, INC.

Notes to Financial Statements

NOTE 13 RISK MANAGEMENT

The Council is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Council has purchased commercial insurance to cover or reduce the risk of loss that might arise should one of these incidents occur. No settlements were made during the year that exceeded the Council's insurance coverage.

NOTE 14 INTERFUND TRANSFERS

Operating transfers in and out are listed by fund for the year ended June 30, 2002:

	Funds transferring out:			
	Supplemental Senior Center	PCOA Act 735	Senior Center	General Fund
Funds transferring in:				
General Fund	\$ -	\$ -	\$ -	\$ -
Title III-B	4,500	-	36,586	48,953
Title III C-2	-	21,779	-	14,303
Title III-D	-	-	-	1,124
Ombudsman	-	-	-	9,445
	<u>\$ 4,500</u>	<u>\$ 21,779</u>	<u>\$ 36,586</u>	<u>\$ 73,825</u>

	Funds transferring out:			
	Title III-E	United Way	Title C-1	Total
Funds transferring in:				
General Fund	\$ 15,609 <sup>1</sup>	\$ -	\$ -	\$ 15,609
Title III-B	-	29,398	-	119,437
Title III-C-2	-	18,554	12,752	67,388
Title III-D	-	-	-	1,124
Ombudsman	-	-	-	9,445
	<u>\$ 15,609</u>	<u>\$ 47,952</u>	<u>\$ 12,752</u>	<u>\$ 213,003</u>

<sup>1</sup> Amount represents funds available in the General Fund for Title III-E. See note 15 which discloses the portion of the general fund balance reserved for Title III-E.

# ST. MARY COUNCIL ON AGING, INC.

## Notes to Financial Statements

### NOTE 15 RESERVED FUND BALANCE

The Council receives funding from various utility companies for the restricted purpose of alleviating hardship conditions related to the payment of utility bills for elderly individuals. Funds available at year-end for this purpose have been reserved accordingly. The following summary outlines the activity by funding source for the year ended June 30, 2002:

	Balance July 1, 2001	Revenue July 1, 2001 - June 30, 2002	Disbursements July 1, 2001 - June 30, 2002	Balance June 30, 2002
LACOA	\$ 341	\$ 2,040	\$ 710	\$ 1,671
Co-op Cares	1,662	102	76	1,688
Trans LA Gas Co.	775	-	385	390
	<u>\$ 2,778</u>	<u>\$ 2,142</u>	<u>\$ 1,171</u>	<u>\$ 3,749</u>

The Council has other assets which are restricted in their application by virtue of the donor's intention or commitments already entered into by the Council. Details on the reserved balances are set out below:

Utility Assistance	\$ 3,749
Prepaid Expenditures	3,635
United Way	5,447
Title III-E	<u>15,609</u>
	<u>\$ 28,440</u>

### NOTE 16 EXCESS EXPENDITURES OVER APPROPRIATIONS

At year-end, expenditures exceeded appropriations by \$1,837 in the Title III-C-2 Fund. The over-expenditure was funded through transfers from other funds.

### NOTE 17 BUDGET PRESENTATIONS - RECONCILIATION

The Council is not required to adopt a budget for the United Way Fund or the Respite Fund, therefore, no budget presentation is shown in these financial statements. The following is a schedule reconciling all special revenue funds to special revenue funds in which budgets were adopted:

	Budgeted Special Revenue Funds	Special Revenue Funds not Budgeted	All Special Revenue Funds
Total revenues	\$ 291,690	\$ 44,639	\$ 336,329
Total expenditures	419,637	-	419,637
Total other financing sources (uses)	<u>127,947</u>	<u>(47,952)</u>	<u>79,995</u>
Excess of revenues and other sources over expenditures and other uses	-	(3,313)	(3,313)
Fund balances, beginning of year	-	<u>8,760</u>	<u>8,760</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 5,447</u>	<u>\$ 5,447</u>



## **SUPPLEMENTARY INFORMATION**

## **SCHEDULES OF INDIVIDUAL FUNDS**

ST. MARY COUNCIL ON AGING, INC.

Statement of Program Revenues, Expenditures, and  
Changes in Fund Balance - General Fund  
Year Ended June 30, 2002

	Local	PCOA Act 735	Medicaid
Revenues:			
Intergovernmental			
Department of Health and Hospitals	\$ -	\$ -	\$ 60,977
PCOA	-	21,779	-
Program income	84	-	-
Local and miscellaneous -			
St. Mary Parish Council	38,500	-	-
Municipalities	16,500	-	-
Food shortage	1,041	-	-
Interest income	4,359	-	-
Utility assistance	2,142	-	-
Donations	24,965	-	-
Miscellaneous	980	-	-
Total revenues	<u>88,571</u>	<u>21,779</u>	<u>60,977</u>
Expenditures:			
Current -			
Salaries	-	-	52,915
Fringe	-	-	4,382
Travel	294	-	-
Operating services	14,965	-	2,500
Operating supplies	973	-	-
Other costs	1,575	-	-
Total expenditures	<u>17,807</u>	<u>-</u>	<u>59,797</u>
Excess (deficiency) of revenues over expenditures	<u>70,764</u>	<u>21,779</u>	<u>1,180</u>
Other financing sources (uses):			
Operating transfers in	15,609	-	-
Operating transfers out	<u>(73,825)</u>	<u>(21,779)</u>	<u>-</u>
Total other financing sources (uses)	<u>(58,216)</u>	<u>(21,779)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	12,548	-	1,180
Fund balances, beginning of year	<u>189,430</u>	<u>-</u>	<u>34,220</u>
Fund balances, end of year	<u>\$ 201,978</u>	<u>\$ -</u>	<u>\$ 35,400</u>

<u>Respite</u>	<u>Total</u>
\$ -	\$ 60,977
-	21,779
48	132
-	38,500
-	16,500
-	1,041
-	4,359
-	2,142
-	24,965
-	980
<u>48</u>	<u>171,375</u>
173	53,088
5	4,387
-	294
-	17,465
-	973
-	1,575
<u>178</u>	<u>77,782</u>
<u>(130)</u>	<u>93,593</u>
-	15,609
<u>-</u>	<u>(95,604)</u>
<u>-</u>	<u>(79,995)</u>
(130)	13,598
<u>816</u>	<u>224,466</u>
<u>\$ 686</u>	<u>\$ 238,064</u>

ST. MARY COUNCIL ON AGING, INC.

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances -  
All Special Revenue Funds  
Year Ended June 30, 2002

	Title III-B	Title III-C-1	Title III-C-2
Revenues:			
Intergovernmental			
Governor's Office of Elderly Affairs	\$ 61,212	\$ 30,894	\$ 37,688
Program	18,834	12,786	37,870
Local and miscellaneous	<u>5,340</u>	<u>-</u>	<u>-</u>
Total revenues	<u>85,386</u>	<u>43,680</u>	<u>75,558</u>
Expenditures:			
Current -			
Salaries	134,833	21,936	102,778
Fringe	15,739	3,341	11,669
Travel	4,937	894	16,386
Operating services	35,830	3,949	10,513
Operating supplies	6,752	808	1,600
Other costs	<u>6,732</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>204,823</u>	<u>30,928</u>	<u>142,946</u>
Excess (deficiency) of revenues over expenditures	<u>(119,437)</u>	<u>12,752</u>	<u>(67,388)</u>
Other financing sources (uses):			
Operating transfers in	119,437	-	67,388
Operating transfers out	<u>-</u>	<u>(12,752)</u>	<u>-</u>
Total other financing sources (uses)	<u>119,437</u>	<u>(12,752)</u>	<u>67,388</u>
Deficiency of revenues and other sources over expenditures and other uses	-	-	-
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Title III-D</u>	<u>Title III-E</u>	<u>United Way</u>	<u>Senior Center</u>	<u>Ombudsman</u>	<u>Supplemental Senior Center</u>	<u>Total</u>
\$ 3,831	\$ 34,603	\$ -	\$ 36,586	\$ 5,254	\$ 4,500	\$ 214,568
-	2,292	-	-	-	-	71,782
-	-	<u>44,639</u>	-	-	-	<u>49,979</u>
<u>3,831</u>	<u>36,895</u>	<u>44,639</u>	<u>36,586</u>	<u>5,254</u>	<u>4,500</u>	<u>336,329</u>
3,039	16,391	-	-	9,973	-	288,950
391	1,587	-	-	3,169	-	35,896
177	440	-	-	549	-	23,383
391	2,169	-	-	899	-	53,751
38	499	-	-	109	-	9,806
<u>919</u>	<u>200</u>	-	-	-	-	<u>7,851</u>
<u>4,955</u>	<u>21,286</u>	-	-	<u>14,699</u>	-	<u>419,637</u>
<u>(1,124)</u>	<u>15,609</u>	<u>44,639</u>	<u>36,586</u>	<u>(9,445)</u>	<u>4,500</u>	<u>(83,308)</u>
1,124	-	-	-	9,445	-	197,394
-	<u>(15,609)</u>	<u>(47,952)</u>	<u>(36,586)</u>	-	<u>(4,500)</u>	<u>(117,399)</u>
<u>1,124</u>	<u>(15,609)</u>	<u>(47,952)</u>	<u>(36,586)</u>	<u>9,445</u>	<u>(4,500)</u>	<u>79,995</u>
-	-	(3,313)	-	-	-	(3,313)
-	-	<u>8,760</u>	-	-	-	<u>8,760</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,447</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,447</u>

ST. MARY COUNCIL ON AGING, INC

Statement of Expenditures and Other Financing Uses -  
Budget (GAAP Basis) and Actual - Contracts and Grants  
Provided Through the Louisiana Governor's Office of Elderly Affairs (GOEA)  
Year Ended June 30, 2002

	Budgeted	Actual	Variance - Favorable (Unfavorable)
<u>Title III-B</u>			
Salaries	\$ 135,330	\$ 134,833	\$ 497
Fringe	16,791	15,739	1,052
Travel	4,783	4,937	(154)
Operating services	34,756	35,830	(1,074)
Operating supplies	8,869	6,752	2,117
Other costs	<u>6,625</u>	<u>6,732</u>	<u>(107)</u>
	<u>\$ 207,154</u>	<u>\$ 204,823</u>	<u>\$ 2,331</u>
<u>Title III-C-1</u>			
Salaries	\$ 21,935	\$ 21,936	\$ (1)
Fringe	3,278	3,341	(63)
Travel	909	894	15
Operating services	3,989	3,949	40
Operating supplies	819	808	11
Transfer out to: Title III C-2	<u>-</u>	<u>12,752</u>	<u>(12,752)</u>
	<u>\$ 30,930</u>	<u>\$ 43,680</u>	<u>\$ (12,750)</u>
<u>Title III-C-2</u>			
Salaries	\$ 100,815	\$ 102,778	\$ (1,963)
Fringe	11,896	11,669	227
Travel	16,208	16,386	(178)
Operating services	10,590	10,513	77
Operating supplies	<u>1,600</u>	<u>1,600</u>	<u>-</u>
	<u>\$ 141,109</u>	<u>\$ 142,946</u>	<u>\$ (1,837)</u>
<u>Title III-D</u>			
Salaries	\$ 3,329	\$ 3,039	\$ 290
Fringe	368	391	(23)
Travel	235	177	58
Operating services	517	391	126
Operating supplies	38	38	-
Other costs	<u>920</u>	<u>919</u>	<u>1</u>
	<u>\$ 5,407</u>	<u>\$ 4,955</u>	<u>\$ 452</u>

(Continued)

ST. MARY COUNCIL ON AGING, INC

Statement of Expenditures and Other Financing Uses -  
Budget (GAAP Basis) and Actual - Contracts and Grants  
Provided Through the Louisiana Governor's Office of Elderly Affairs (GOEA)  
Year Ended June 30, 2002

	Budgeted	Actual	Variance - Favorable (Unfavorable)
<u>Title III-E</u>			
Salaries	\$ 16,525	\$ 16,391	\$ 134
Fringe	1,771	1,587	184
Travel	903	440	463
Operating services	3,061	2,169	892
Operating supplies	565	499	66
Other costs	400	200	200
Transfer out to:			
General Fund	-	15,609	(15,609)
	<u>\$ 23,225</u>	<u>\$ 36,895</u>	<u>\$ (13,670)</u>
<u>Ombudsman</u>			
Salaries	\$ 10,084	\$ 9,973	\$ 111
Fringe	3,846	3,169	677
Travel	462	549	(87)
Operating services	888	899	(11)
Operating supplies	109	109	-
	<u>\$ 15,389</u>	<u>\$ 14,699</u>	<u>\$ 690</u>
<u>Senior Center</u>			
Transfer out to:			
Title III-B	<u>\$ 36,586</u>	<u>\$ 36,586</u>	<u>\$ -</u>
<u>Supplemental Senior Center</u>			
Transfer out to:			
Title III-B	<u>\$ 4,500</u>	<u>\$ 4,500</u>	<u>\$ -</u>
<u>PCOA - Act 735</u>			
Transfer out to:			
Title III-C-2	<u>\$ 21,779</u>	<u>\$ 21,779</u>	<u>\$ -</u>



## **INTERNAL CONTROL AND COMPLIANCE**



(A Corporation of Certified Public Accountants)

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Independent Auditor's Report on Compliance and  
on Internal Control over Financial  
Reporting Based on an Audit of General  
Purpose Financial Statements Performed in  
Accordance with Government Auditing Standards

The Board of Directors  
St. Mary Council on Aging, Inc.  
Franklin, Louisiana

We have audited the general purpose financial statements of the St. Mary Council on Aging, Inc. as of and for the year ended June 30, 2002, and have issued our report thereon dated July 23, 2002. We have conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the St. Mary Council on Aging, Inc.'s general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of general purpose financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that is required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the St. Mary Council on Aging, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

American Institute of  
Certified Public Accountants

Society of Louisiana  
Certified Public Accountants

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be a material weakness.

This report is intended solely for the information and use of the board of directors, management, others within the organization and federal awarding agencies and is not intended to be and should not be used by anyone other than those specified parties.

*Darnall, Sikes & Frederick*

A Corporation of Certified Public Accountants

Lafayette, Louisiana

July 23, 2002

## **OTHER SUPPLEMENTARY INFORMATION**

ST. MARY COUNCIL ON AGING, INC.

Schedule of Changes in General Fixed Assets  
Year Ended June 30, 2002

	Balance June 30, 2001	Additions	Deletions	Balance June 30, 2002
General fixed assets, at cost:				
Furnitures and fixtures	\$ 23,285	\$ -	\$ -	\$ 23,285
Vehicles	<u>85,728</u>	<u>-</u>	<u>-</u>	<u>85,728</u>
Total general fixed assets	<u>\$ 109,013</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,013</u>
Investments in general fixed assets:				
Title III-B	\$ 628	\$ -	\$ -	628
Title III-C-1/C-2	356	-	-	356
Title III-D	16,095	-	-	16,095
Ombudsman	11	-	-	11
Local and other	<u>91,923</u>	<u>-</u>	<u>-</u>	<u>91,923</u>
Total investments in general fixed assets	<u>\$ 109,013</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 109,013</u>

ST. MARY COUNCIL ON AGING, INC.

Schedule of Disbursements to Board Members  
Year Ended June 30, 2002

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

ST. MARY COUNCIL ON AGING, INC.

Summary Schedule of Prior Year Findings  
Year Ended June 30, 2002

01-1 Finding: Budget Variances

Status: This finding is resolved.

ST. MARY COUNCIL ON AGING, INC.

Schedule of Findings and Questioned Costs  
Year Ended June 30, 2002

Part 1 Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report

An unqualified opinion has been issued on the St. Mary Council on Aging, Inc.'s financial statements as of and for the year ended June 30, 2002.

Reportable Conditions - Financial Reporting

No reportable conditions in internal control over financial reporting were disclosed during the audit of the financial statements.

Material Non-compliance - Financial Reporting

There were no instances of noncompliance noted during the audit.

FEDERAL AWARDS

This section is not applicable for the fiscal year ended June 30, 2002.

Part 2 Findings Relating to an Audit in Accordance with Government Auditing Standards

This section is not applicable for the fiscal year ended June 30, 2002.

Part 3 Findings and Questioned Costs Relating to the Federal Program

At June 30, 2002, the St. Mary Council on Aging, Inc. did not meet the requirements to have a single audit in accordance with OMB Circular A-133; therefore, this section is not applicable.



ST. MARY COUNCIL ON AGING, INC.

Management's Corrective Action Plan for Current Year Findings  
Year Ended June 30, 2002

No current year findings were noted; therefore, no response is necessary.